



## Token Launch White Paper

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## INTRODUCTION

While PaxPay is in its infancy and introductory stages, the motivating force behind the development will be to give back to the community. One of PaxPay's top priorities will be to keep the community and its people in mind at all times, thus ensuring a mutually beneficial relationship for everyone.

Despite the rapid growth in the cryptocurrency market, consumers still lack user-friendly and practical ways to make purchases and conduct business. PaxPay seeks to bridge this gap by offering a secure, simplified, and user-friendly app-based platform leveraging Blockchain and Proof-of-Processed-Payments to offer users the following features:

- Imagine, a world without having to carry around multiple cumbersome credit cards in your wallet. PaxPay would like to introduce to the world a ground-breaking, futuristic technological idea for the crypto community that will be in working development during the first year of operations—a cryptocurrency payment bracelet, which will be called the Paxlet. The Paxlet will serve as a fast and reliable way to pay utilizing integrative NFC technology. Simply scan or swipe the Paxlet at brick-and-mortar retailers and businesses around the world for a seamless and contactless payment transaction, with the highest security measures integrated for users. We believe the Paxlet will help promote the expansion and adoption of blockchain technology worldwide.
- The ability to transfer cryptocurrencies to anybody in the world and exchange these funds into some of most widely used cryptocurrencies and fiat currencies, mitigating the problems related to decimal point conversion off the BTC exchange rate as described in detail below.
- Offer consumers a user-friendly cryptocurrency multi-sig wallet allowing users to transfer and spend cryptocurrencies using name, email, and/or phone number via a secure, mobile phone based virtual card. With this cryptocurrency-based mobile payment feature, consumers can spend PAX Tokens with online or brick-and-mortar merchants by using tap-to-pay terminal barcode technology.

- Offer users the ability to create smart contracts with other individuals for services and/or product(s). Under the smart contract system, funds can be escrowed and then manually or automatically released once the contract terms have been satisfied.
- Acquiring or exchanging financial products to deposit or withdraw from a user's bank account for use in the real world or the ability to send it anywhere or keep it in your PaxPay wallet.
- Offer users a way to send money by downloading the application on any computer system or any smart device.
- Implement a marketing platform, where users are able to customize a fully unique virtual store in which users can buy, auction, and/or sell items using cryptocurrency.

## **WHAT MAKES PAXPAY DIFFERENT?**

Our featured product will be the Paxlet, which we believe will be a huge advancement for the global implementation of blockchain technology. Faster, safer, and more efficient--the Paxlet will do everything credit and debit cards can do, but much better.

Some of the highlighted features of the Paxlet will include:

- Cold storage smart wallet
  - Keeping all of your cryptocurrencies safe in cold storage, with smart device functionalities
- Water-resistant
- Anti-theft protection
  - With the highest technology security measures implemented, no need to worry about unauthorized access in the event your Paxlet is lost
- Optional security features, which you can adjust to your personal preferences:
  - Traditional password pin: for the people who like to keep it simple
  - Biometrics: for higher security
  - Additional identification:
    - Requirement of driver's license for each transaction
    - Optional GPS tracker

- Synchronization to your mobile phone
  - Bluetooth connectivity capabilities
- Carry only what you need:
  - Transfer enough cryptocurrency to the cold storage wallet for daily expenditures
  - No need to carry multiple debit/credit cards anymore. Add as many debit/credit cards onto the Paxlet as desired

Another highlight is the launch of a marketing platform that will have many great features for the community. The rates for use of the marketing platform will be very competitive. This platform will also help bring in revenue to help further the advancements and success of the Paxlet.

- Users can create a fully customizable virtual storefront to sell and/or auction goods
  - It will only cost a total of 40 PAX tokens per month to have your own personal virtual storefront built on PaxPlace marketplace; PaxPay will accept only PAX tokens for your personal storefront monthly dues. This figure will be adjusted accordingly based on the current market value of PAX token
- A crypto exchange will be added on the marketplace for cryptocurrency trading
- Skills and services for hire:
  - Development of an infrastructure that supports an innovative design and web layout that allows people to advertise their skills, trades, and expertise in any area for hire by anyone
    - Hire people to complete any type of job or service
      - Create smart contracts to ensure completion of job before payment is released
    - List your skills so others can hire you
      - Make extra income by letting others hire you for your skillset
      - Smart contracts are made to ensure payment after completion of job
    - Hire to learn skills/trades from others

- Hire someone to teach you a certain trade through webcam or in person
  - Save money, time, and effort from attending lengthy classes, month-long courses, and unnecessary fees
- Sell and buy goods with cryptocurrencies globally
  - No financial borders
  - No hidden fees
  - Genuine reviews
  - Fair outcomes for both buyer and seller
  - Customer service with multiple languages spoken

## **OVERVIEW OF PAXPAY**

PaxPay strives to offer consumers in the cryptocurrency market an innovative app experience, which contends to:

- Provide a cryptocurrency payment bracelet called the Paxlet;
- Reinvent the way cryptocurrency is used in the real world;
- Simplify the exchange of fiat currency to cryptocurrency, and vice versa;
- Simplify the exchange of cryptocurrency to another cryptocurrency;
- Provide a marketing platform similar to Amazon, Ebay, Alibaba, and others.
- Provide a straight-forward process for transfer of financial products online;
- Provide a user-friendly way to send and/or receive payments in many forms of fiat currency and cryptocurrency instantly;
- Allow the usage of smart contracts for users to fulfill agreements before payment release.

PaxPay offers a globally available, user-friendly app that will rid the world of the common problems of monetary transactions in the cryptocurrency world through simple app-to-app usage. By using PaxPay, users are offered a simplified user-friendly interface app for

cryptocurrencies to be easily transferred to anybody anywhere in the world instantaneously, efficiently, and directly through our app.

## Overview of Product Features

PaxPay will provide users the following app product features:

- Manage and customize features on the Paxlet;
- Conduct transfers, exchange, and consumer-based transactions in a majority of the most widely used cryptocurrency and fiat currencies;
- Relieve users of the burden of sending cryptocurrencies in decimal points off BTC exchange rate, thus ending the need to enter precise decimal points conversions. The app will offer a user-friendly interface that will show the price of the amount being sent or converted in the form of currency that the user requests, i.e. USD, BTC, Yen, Euro (EU);
- Send money or cryptocurrency by simply using their name, email, and/or phone number;
- Acquire or exchange financial products to deposit or withdraw from their bank account for use in the real world; to send it anywhere or keep it securely in their PaxPay wallet;
- Send money by downloading the app on any computer system, i.e. Apple, MAC, Windows, Linux, or any smart device (i.e. iOS, Android);
- Offer a mobile-based payment platform using a virtual credit card on the user's mobile phone that can be scanned in at many locations in the world for all purchases and transactions, which will also utilize an optional 3-step security feature.

## **PAXPAY'S TECHNOLOGY FRAMEWORK**

PaxPay will use the public Ethereum blockchain and Ethash as its Proof-of-Work for security. Loyalty-based tokens created by merchants as well as PaxPay tokens will be on the Ethereum network. Bitcoin is the underlying currency powering all transactions and purchases.

Additionally, PaxPay recognizes the need for privacy, which will also be implemented and supported.

## Proof-of-Processed-Payments

Our native currency is PaxPay (PAX) tokens, which uses Proof-of-Processed-Payments (PoPP). PoPP acts as a provable way of identifying users and distributing new currency into the system. Besides offering a modicum of security to transactions, it will also offer an intrinsic incentive for use of PAX tokens for transactions.

## Security

The future viability of cryptocurrencies and cryptocurrency-related products hinge on the ability for those in this space to provide consumers and merchants with a secure environment to conduct business. PaxPay is committed to offering its users the most rigorous security measures in line with industry best practices. As such, PaxPay will implement the following optional security measures:

- Biometrics
- Facial recognition/verification
- Passcode

## **MARKET OVERVIEW**

PaxPay's success in the overall marketplace and in the specific target markets of wallets and payments will be contingent on the following market trends:

- Continued growth in the cryptocurrency market;
- Favorable and widespread consumer sentiment toward cryptocurrency use;

- Consumer adoption and use of cryptocurrency apps using wallet and transfer features.

## Growth in the Cryptocurrency Market

Cryptocurrency markets are growing at a rapid pace. According to a 2017 study published by Cambridge University's Centre for Alternative Finance, "Cryptocurrencies such as bitcoin have been seen by some as merely a passing fad or insignificant, but that view is increasingly at odds with the data we are observing." The Centre's research states that as of April 2017:

the combined market value of all cryptocurrencies is \$27 billion, which represents a level of value creation on the order of Silicon Valley success stories like AirBnB. The advent of cryptocurrency has also sparked many new business platforms with sizable valuations of their own, along with new forms of peer-to-peer economic activity.

The study further shows that the total cryptocurrency market capitalization has increased more than 3x since early 2016, reaching nearly \$25 billion in March 2017. Other estimates indicate that the value of ether, bitcoin, and more than 800 other blockchain-based assets is estimated at \$154 billion, according to CoinMarketCap with year over year growth 1,240 percent year-over-year.

## Consumer Sentiment Toward Cryptocurrency Use

Consumers are gradually and consistently warming up to cryptocurrency use. According to PwC's 2015 Consumer Cryptocurrency Survey, 6% of respondents say they are either "very" or "extremely" familiar with cryptocurrencies. From this data PwC concluded that that familiarity will increase as consumers begin to have access to innovative offerings and services not otherwise available through traditional payment systems. Further, findings from this survey indicate that 86% of respondents who have used cryptocurrencies in the last year expect their use of cryptocurrencies to significantly increase in the next three years. Furthermore, respondents believe that cryptocurrencies will have a significant potential impact on banking and retail. As such, "a majority (76%) of current users say cryptocurrencies will redefine banking as we know it, and 59% say their banking experience would be improved if they had greater access to cryptocurrencies."

## Consumer Adoption and Use of Cryptocurrency Apps Using Wallet and Transfer Features

Consumers have shown an affinity toward adopting cryptocurrency wallet and transfer applications. Estimates of the use of cryptocurrency for payments varies due to issues regarding the quality of data available to track these transactions. A 2016 report issued by the Boston Federal Reserve estimates that “75% of US consumers who own cryptocurrencies have used them for payments within a 12-month period.” A report issued by Coinbase/ARK Invest indicates a more conservative estimate, stating that “46% of Coinbase users use bitcoin as a ‘transactional medium’ (defined as making at least one payment per year).”

According to the Cambridge University’s Centre for Alternative Finance, the percentage of the estimated 35 million cryptocurrency wallets that are in active use ranges from 7.5% to 30.9%. Additionally, estimates show that “there at least 3 million people actively using cryptocurrency today with between 5.8 million and 11.5 million wallets estimated to be currently active.” From these data it can be inferred that wallet use will continue to grow.

## PaxPay’s Proposed Value in its Target Markets

PaxPay will offer its services into the multibillion dollar cryptocurrency market with massive growth and largely untapped potential by offering consumers a user-friendly method of using cryptocurrency as a method of payment for global and local transactions. PaxPay will target unbanked consumers seeking a safe and efficient way to make financial transactions, existing cryptocurrency users looking for a more user-friendly experience, and late cryptocurrency adopters who will be looking to enter the market for the first time. Further, PaxPay will provide an efficient and low-risk financial platform for underbanked industries that are legal under state laws, but may experience federal restrictions on financial transactions.

## Mitigating the Problems Related to Decimal Point Conversion

One of the most confusing problems with cryptocurrencies that PaxPay will seek to address is related to decimal point conversion in exchanges involving Bitcoin and other types of

cryptocurrencies; the exchange rate is complicated and confusing, and ultimately inhibits the smooth transfer of cryptocurrency. PaxPay will simplify the conversion of cryptocurrency to fiat currency, and vice versa. The app will be created in order to reduce the hassle of plugging precise decimals; the consumer will be able to view their choice of currency in true value on the screen. Further, users may transfer, withdraw, and/or deposit from the app directly into their bank account, exchange it into other forms of cryptocurrency and/or fiat currency, send it to any other PaxPay user, or simply keep it in the user's secure PaxPay wallet.

### Smart Contract Capability

PaxPay will offer users an option to make a smart contract with another individual on the PaxPay platform to do any type of work, exchange of services, and/or product(s). Once the contract terms have been met, the funds can be released either automatically or manually for the other party on the PaxPay platform.

## PROJECTED GOALS AND TIMELINE

### 2017

#### Second Trimester

Project planning initiated in August

- Market analysis
- Established a foundation of ideas for project
- Whitepaper preparation
- Development of core team
- Finalized icon and slogan creation
- Preparation of hiring team members
- Initial website preparation and creation

- Raised \$88,400 total prior to token sale

### Third Trimester

- Addition of new team members
- Whitepaper completion
- Published website
- Initiated ideas for development of PaxPay marketplace
- Construction of ideas of multiple Paxlet designs
- Preparation of initial PaxPay App design
- Start of development of PAX token creation

For 2018, our company's projected goals and timeline for these goals are divided into trimesters.

## **2018**

### First Trimester

Within the first trimester, our projected goals are as follows:

- Within the first month, hire additional highly-skilled and talented people for the PaxPay team to help speed up the development of PaxPay
- Updated and finalized website. Launch of completed website design
- Initial phase of different Paxlet design concepts and ideas for development
- Prepared the initial development of PaxPay marketplace, PaxPlace
- Completion of PAX token creation and smart contracts
- Prepared for launch of PaxPay Token Sale

### Second Trimester

- Launch of PaxPay Token Sale
- Continue development of PaxPlace marketplace

- Initial phase of Paxlet design and development
- Development of a clean, sleek mobile application for iOS and Android smartphones to allow users to be acquainted with the user interface of PaxPay wallet
- Proposed wallet features include:
  - Multi-signature capability
  - World-wide currencies
  - Multi-cryptocurrency
  - Invoicing capabilities
  - Send and receive payments
  - Keep and maintain all personal cryptocurrencies in one place

### Third Trimester

- Launch a functional version of the PaxPlace marketplace
- Launch of beta version of PaxPay wallet for iOS and Android smartphones
- Continued advancement of PaxPlace marketing platform by adding more features
- Continued development and bug fixes for Paxlet software
- Implementation of cryptocurrency exchange onto PaxPlace marketplace
- Implementation and expansion of the freelancer business infrastructure onto PaxPlace marketplace

### 2019

- Roll out PaxPay's banking functionality, which will include, but are not limited to the following features:
  - The ability to use PaxPay anywhere credit/debit cards are accepted without the necessity of a plastic card
  - Shop anywhere online where banking debit card is accepted by entering the virtual credit card number that is in the PaxPay app
  - Tap-to-pay terminal barcode

- Launch the PaxPay desktop application for Windows, Linux, and other popular operating systems
- Launch advanced plug-ins for online retailers and businesses
- Continued development of Paxlet
- Testing of beta version of Paxlet
- Completion of Paxlet project
- Continued expansion of the freelancer business infrastructure on PaxPlace
- Completion of the project and working on adding additional features for PaxPay
- PaxPay will release an updated projected goals and timeline for 2019 at a later date in 2018

## **TOKEN LAUNCH DETAILS**

During the initial token launch, Ethereum donations will be accepted in exchange for PAX tokens.

### **Donation Incentives/User Rewards and Advantages**

- As a promotional bonus, the person who donates the most (in total) will be able to use the PaxPay app fee-free (limitations and exclusions apply) and will receive 100,000 PAX coins in their PaxPay app account;
- Top 5 donors will be able to use the PaxPay fee-free for 1 year (limitations and exclusions apply; interbank fees are still applicable);
- Token sale referral program:
  - You can sign up to be a referrer in our token sale referral program, which awards 5% of the amount that was contributed by a referred affiliate using your unique referral ID, split between you and your affiliate.
    - Example: If “Adam” purchases 10,000 PAX tokens using “Eve’s” unique referral ID, both “Adam” and “Eve” will each receive 250 PAX tokens.
  - The referrer with the most referrals with the most token sale contributions in total will be awarded a bonus of 50,000 PAX tokens.
  - Rules and guidelines:
    - Bonuses will be awarded on a first-come-first-served basis

- 5,000,000 PAX tokens will be allocated for the referral program
  - 500 PAX tokens maximum per transaction per user
  - Each individual newly referred affiliate can only be referred once
- Up to 10% back in PAX tokens per total of each transaction. This promotional bonus will be split between the sender and receiver. For example, if “Adam” sends “Eve” \$100 in Pax tokens. Market trading value of Pax tokens is \$1 per Pax token. Both “Adam” and “Eve” would get 5 Pax tokens each.
- Users will get up to 5% PAX tokens back on purchases and transactions;
- Incentivized token use:
    - When the consumer uses PAX tokens for transactions, the consumer will receive discounts and incentives;
    - Merchants who use PAX tokens will also receive discounts and incentives.

## Token Sale Terms

PAX tokens will be offered in the following manner:

### PAX Coin Value

- 5,000 PAX tokens = 1 ETH
- 700 PAX tokens = 1 NEO
- PAX coin offered is an ERC20 token

### Token Sale Launching & Pre-Sale Incentives:

PaxPay will offer a Token Launch Pre-sale providing a 30% bonus to early contributors

### Token Sale Tiers and Bonus Structure

- Pre-sale: 30%
- 1<sup>st</sup> tier: 15% bonus

- 2<sup>nd</sup> tier: 10% bonus
- 3<sup>rd</sup> tier: 5% bonus

Any tokens that are left over from the completion of the token sale, after all rewards and bounties have been distributed, will be burned and dissolved.

## PAX Tokens Breakdown

### Market Cap

- 1,000,000,000 PAX tokens total to be created

### Reserve

- 30% or 300,000,000 PAX tokens

### Token Sale

- 35% or 350,000,000 PAX tokens

### Operational

- 35% or 350,000,000 PAX tokens
  - 5,050,000 PAX tokens from this reserve will go towards the token sale referral bonus program
  - 10% PAX tokens from the operational reserve withheld
    - 5% PAX tokens to be distributed evenly between the three co-founders of the company
    - Up to 3% PAX tokens for distribution to top initial team members, developers, and future hired team members as deemed necessary
    - Up to 1% PAX tokens for distribution to advisors
    - Up to 1% PAX tokens reserved for initial operational expenses and development, and advertising expenditures
    - Up to 1% PAX tokens reserved for bounties and rewards
    - Any unused tokens will go back into the operational reserves

## PAX Token Sale Offering

- Total amount available for crowdsale: 349,500,000 PAX tokens
- Breakdown of total 349,500,000 PAX crowdsale tokens:
  - Presale: 44,500,000 PAX tokens
    - 30% early contributor bonus
  - Tier 1: 85,000,000 PAX tokens
    - 15% bonus
  - Tier 2: 100,000,000 PAX tokens
    - 10% bonus
  - Tier 3: 120,000,000 PAX tokens
    - 5% bonus
  - Token sale top donator who donates the most (total donations) will receive 500,000 PaxPay token bonus, which will be loaded into their PaxPay app account for use. You must use the same donation address when donating in order for PAX to keep track of top donor.
  - Leftover tokens from token sale, after all rewards and bounties have been distributed, will be burned or dissolved.

Total amount available for crowd sale: 349,500,000 PAX tokens

STAGE	TOKENS	BONUS
PRESALE	44,500,000 PAX tokens	30% early contributor bonus
TIER 1	85,000,000 PAX tokens	15%
TIER 2	100,000,000 PAX tokens	10%
TIER 3	120,000,000 PAX tokens	5%

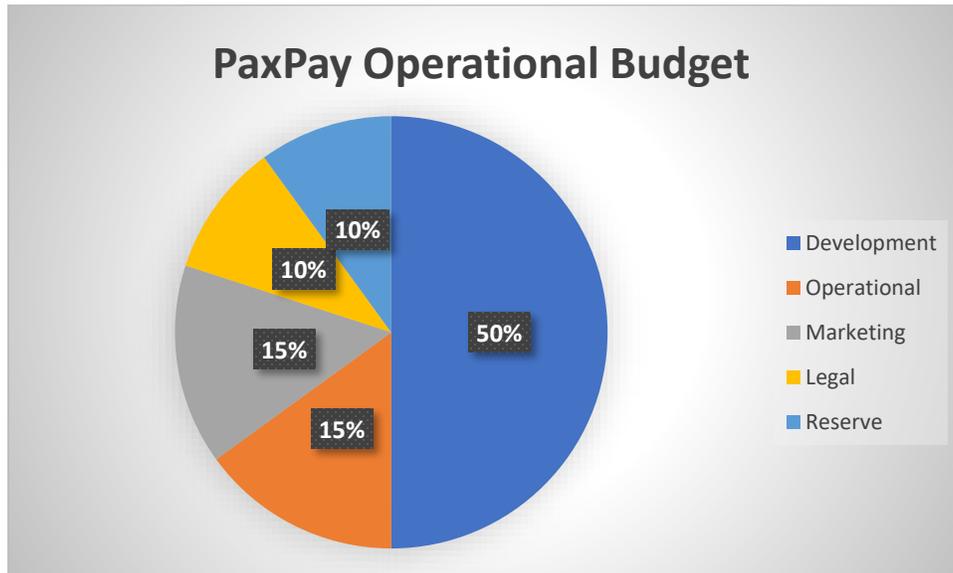
\*Leftover tokens from token sale, after all rewards and bounties have been distributed, will be burned and dissolved.

\*The token sale top donors who contribute the most (total donations) will receive 500,000 PaxPay token bonus to be loaded into their PaxPay app account.

## PAXPAY OPERATIONAL BUDGET BREAKDOWN

PaxPay's estimated operational expenses are reflected in the figure below:

Operational: 35% of market cap or 350,000,000 PAX tokens



- Development: 50%
- Operational: 15%
- Marketing: 15%
- Legal: 10%
- Reserve: 10%

## SMART CONTRACT ESCROW

To execute a smart contract escrow withdrawal transaction, two signatures are required out of the ones listed below:

- Chief executive officer (CEO)
- Chief operating officer (COO)
- Chief financial officer (CFO)
- Chief technology officer (CTO)

## **PAXPAY CORE TEAM**

- Duy Tran  
CEO/Cofounder
- Phuong (Lisa) Hoang  
CFO/Cofounder
- Annie Pham  
COO/Cofounder

## **CONCLUSION**

PaxPay seeks to fill a need in the cryptocurrency app market by simplifying and making the use of cryptocurrencies more accessible and consumer friendly. PaxPay provides a potential platform for existing cryptocurrency users, later adopters, and the large potential market of unbanked individuals and industries who want a seamless way to make global and local transactions. Further, PaxPay seeks to provide a low-risk and secure way for consumers who are seeking a secure way to spend and accept cryptocurrencies in a way similar to current mainstream payment methods. The Paxlet will be the new and innovative way of providing safe storage for consumers' digital currencies while delivering a quick and efficient way to use cryptocurrencies for all types of transactions. In sum, PaxPay's value rests in its ability to create a comprehensive and easy-to-use financial platform that will bridge the gap between cryptocurrency and fiat currency transactions.

## REFERENCES

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## **LEGAL DISCLAIMER**

The purpose of this White Paper is to present the proposed PaxPay platform to prospective token holders in connection with the proposed Token Sale. The contained herein may not be exhaustive and does not imply any elements of a contractual relationship. The information contained herein is strictly to provide relevant and reasonable information to potential token holders and donors to provide these individuals with an overview of the company with the intent of acquiring PaxPay tokens. IF YOU ARE IN ANY DOUBT AS TO THE ACTION YOU SHOULD TAKE, YOU SHOULD CONSULT YOUR LEGAL, FINANCIAL, TAX OR OTHER PROFESSIONAL ADVISOR(S).

### **PAX TOKENS NOT SECURITIES**

The PAX tokens are not intended to constitute securities in any jurisdiction.

### **THIS WHITEPAPER DOES NOT CONSTITUTE A PROSPECTUS, AN OFFER OF SECURITIES OR INVESTMENT ADVICE**

This Whitepaper does not constitute an investment prospectus or an offer of securities or a solicitation for investment in any jurisdiction. Further, this Whitepaper is for informational purposes only and does not constitute or form part of any opinion on any advice to sell, or any solicitation of any offer of PAX tokens to purchase any PAX tokens nor shall it or any part of it nor the fact of its presentation form the basis of, or be relied upon in connection with, any contract or investment decision.

### **FOR INFORMATIONAL PURPOSES ONLY**

The information contained herein is for informational purposes and does not constitute an offer to contract or enter into any other binding legal commitment about the sale and purchase of PAX tokens.

### **CITIZENS, RESIDENTS, OR GREEN CARD HOLDERS OF THE UNITED STATES OF AMERICA NOT ELIGIBLE FOR PAX TOKEN PURCHASE DURING INITIAL TOKEN SALE**

We recommend the citizens, residents, or green card holders of the United States of America, and other countries where legislative limitations have already been imposed, to not participate in the Token Sale.

### **NOT ENDORSED BY A REGULATORY AUTHORITY**

No regulatory authority has examined or approved any of the information set out in this Whitepaper, further it does not purport to comply with applicable laws, regulatory requirements or rules.

### **ASSUMPTION OF RISK**

Individuals should consider the risks and uncertainties associated with PAX tokens and the cryptocurrency market as a whole and conduct their decisions accordingly.

### **LIMITATION OF LIABILITY**

PAXPAY WILL NOT BE LIABLE TO YOU OR ANY THIRD-PARTY FOR ANY DIRECT, INCIDENTAL, SPECIAL, INDIRECT, CONSEQUENTIAL, EXEMPLARY, OR PUNITIVE DAMAGES WHATSOEVER INCLUDING, BUT NOT LIMITED TO, DAMAGES FOR LOSS OF PROFITS OR ANY OTHER COMMERCIAL DAMAGES OR LOSSES, ARISING OUT OF OR RELATED TO YOUR USE OF THIS WHITEPAPER REGARDLESS OF THE THEORY OF LIABILITY (CONTRACT, WARRANTY, TORT (INCLUDING NEGLIGENCE, WHETHER ACTIVE, PASSIVE OR IMPUTED), PRODUCT LIABILITY, STRICT LIABILITY OR OTHER THEORY) AND EVEN IF WE HAVE BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES.

#### NO REPRESENTATIONS AND WARRANTIES

PaxPay does not make or purport to make any representation or warrant the truth, accuracy and completeness of any of the information set out in this Whitepaper.

#### REPRESENTATIONS AND WARRANTIES BY THE USER OF THIS WHITEPAPER

By accessing and accepting possession of any information in this Whitepaper you represent and warrant to PaxPay as follows:

- (a) you agree and acknowledge that the PAX tokens do not constitute securities in any form under the laws of any jurisdiction;
- (b) you agree and acknowledge that this Whitepaper does not constitute a prospectus or offer document of any sort and is not intended to constitute an offer of securities or a solicitation for investment in securities, and you are not bound to enter into any contract or binding legal commitment and no cryptocurrency or another form of payment is to be accepted on the basis of this Whitepaper;
- (c) you agree and acknowledge that no regulatory authority has examined or approved of the information set out in this Whitepaper, no action has been or will be taken under the laws, regulatory requirements or rules of any jurisdiction, and the publication, distribution or dissemination of this Whitepaper to you does not imply that the applicable laws, or regulations have been complied with;
- (d) you agree and acknowledge that this Whitepaper, the undertaking and/or the completion of the PaxPay Initial Token Sale, or future trading of PAX tokens on any cryptocurrency exchange, shall not be construed, interpreted or deemed by you as an indication of the merits of PaxPay, the PAX tokens, and the PaxPay Initial Token Sale;
- (e) the distribution or dissemination of this Whitepaper, any part thereof or any copy thereof, or acceptance of the same by you, is not prohibited or restricted by the applicable laws, regulations or rules in your jurisdiction, and where any restrictions exist you warrant that you have complied with said regulations without liability to PaxPay;
- (f) you agree and acknowledge that in the case where you wish to purchase any PAX tokens, the PAX tokens are not to be construed, interpreted, classified or treated as any currency other than cryptocurrency; debentures, stocks or shares issued by any person or entity; rights, options or derivatives in respect of such debentures, stocks or shares; rights under a contract for differences or under any other contract the purpose or pretended purpose of which is to secure a profit or avoid a loss; units in a collective investment scheme; units in a business trust; derivatives of units in a business trust; or any other security or class of securities;
- (g) you are fully aware of and understand that you are not eligible to purchase any PAX tokens in the Initial Token Sale if you are a citizen, resident, or green card holder of the United States of America;
- (h) understand the operation, functionality, usage, storage, transmission and other material characteristics of cryptocurrencies, blockchain-based software systems, cryptocurrency wallets or other related token storage mechanisms, blockchain technology and smart contract technology;

- (i) you are fully aware and understand that if you wish to purchase any PAX tokens, there are risks associated with PaxPay and the Distributor and their respective business and operations, the PAX tokens and the PaxPay Initial Token Sale;
- (j) you agree and acknowledge that PaxPay is not liable for any indirect, special, incidental, consequential or other losses in tort, contract arising out of or in connection with any acceptance of or reliance on this Whitepaper or any part thereof by you; and
- (k) all of the above representations and warranties are true, complete, accurate and non-misleading from the time of your access to and acceptance of possession this Whitepaper or such part thereof (as the case may be).

#### CAUTIONARY NOTE ON FORWARD-LOOKING STATEMENTS

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